

COMMONWEALTH OF KENTUCKY
BEFORE THE ENERGY REGULATORY COMMISSION

* * * * *

In the Matter of:

THE APPLICATION OF CUMBERLAND VALLEY)	
RURAL ELECTRIC COOPERATIVE)	
CORPORATION FOR AN ORDER AUTHO-)	
RIZING A PASS-THROUGH OF EAST)	Case No. 7719
KENTUCKY POWER COOPERATIVE, INC.'S)	
WHOLESALE POWER RATE INCREASE IN)	
CASE NO. 7702)	

ORDER

On January 28, 1980, Cumberland Valley Rural Electric Cooperative Corporation (Applicant) filed its Application to flow-through any increase in rates granted its wholesale power supplier, East Kentucky Power Cooperative, Inc., (East Kentucky) in Case No. 7702. Applicant is one of eighteen member distribution cooperatives of East Kentucky. In Case No. 7702, East Kentucky requested an increase in revenue of approximately \$8,576,789. Of this total increase, Applicant would experience an increase in power costs of approximately \$515,380. This increase represents 6.01% of the proposed East Kentucky increase and would result in an overall increase to Applicant's consumers of 6.94%.

The matter was scheduled for hearing on March 18, 1980, at the Commission's offices in Frankfort, Kentucky. A further hearing was scheduled for May 9, 1980. The hearings were conducted as scheduled and the Consumer Protection Division of the Attorney General's office was the only intervenor present.

The Commission after review of the evidence of record and being advised is of the opinion and so finds:

(1) That the actual increase granted East Kentucky Power in Case No. 7702 is \$7,345,000 which will result in an increase in power costs to Applicant of \$441,923.

(2) That Applicant is entitled to recover the increased wholesale power costs granted in Case No. 7702 and its financial condition would be materially impaired if it were not allowed to recover this additional cost.

(3) That the revised rates and charges set out in the attached Appendix "A" are designed to reflect only the increased power costs from East Kentucky Power Cooperative, Inc., granted in the final order in Case No. 7702 and will not result in any additional net margin to Applicant.

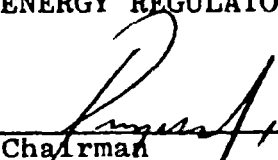
IT IS THEREFORE ORDERED that Cumberland Valley Rural Electric Cooperative Corporation is hereby authorized to flow-through the increased power costs resulting from the rate increase granted its wholesale power supplier in Case No. 7702.

IT IS FURTHER ORDERED that the rates set out in Appendix "A" shall be placed into effect simultaneously with the effective date of the East Kentucky wholesale power increase.

IT IS FURTHER ORDERED that Cumberland Valley Rural Electric Cooperative Corporation shall file within twenty (20) days from the date of this Order its revised tariff sheets setting out the rates and charges approved herein.

Done at Frankfort, Kentucky, this 1st day of July, 1980.

ENERGY REGULATORY COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:

Secretary

APPENDIX "A"

APPENDIX TO AN ORDER OF THE ENERGY REGULATORY COMMISSION IN CASE NO. 7719 DATED July 1, 1980

The following rates and charges are prescribed for the customers in the area served by Cumberland Valley Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the date of this Order.

Rates: Monthly

Schedule I*

First	40 KWH or less (Minimum Bill)	\$ 4.75	per KWH
Next	10 KWH	.10377	per KWH
Next	50 KWH	.07307	per KWH
Next	400 KWH	.04217	per KWH
Next	500 KWH	.03637	per KWH
Over	1,000 KWH	.03147	per KWH

Schedule II*

Demand Charge: Per KW of billing demand \$ 2.21

Energy Charge:

First	40 KWH or less (Minimum Bill)	\$ 4.75	per KWH
Next	10 KWH	.1041	per KWH
Next	50 KWH	.0731	per KWH
Next	2,900 KWH	.0545	per KWH
Over	3,000 KWH	.0424	per KWH

Schedule III*

All KWH \$.030 per KWH

Schedule IV*

Demand Charge: Per KW of billing demand \$ 2.21

Energy Charge:

First	3,500 KWH	\$.04513	per KWH
Next	6,500 KWH	.03406	per KWH
Next	140,000 KWH	.02726	per KWH
Next	200,000 KWH	.02551	per KWH
Next	400,000 KWH	.02419	per KWH
Next	550,000 KWH	.02288	per KWH
Over	1,300,000 KWH	.02102	per KWH

*The monthly kilowatt hour usage shall be subject to plus or minus an adjustment per KWH determined in accordance with the "Fuel Adjustment Clause."

Schedule V*

Demand Charge: Per KW of billing demand \$2.21

Energy Charge:

First	5,000 KWH	\$04262 per KWH
Next	10,000 KWH	.03769 per KWH
Next	35,000 KWH	.03276 per KWH
Next	50,000 KWH	.02793 per KWH
Over	100,000 KWH	.02508 per KWH

Schedule VI*

Mercury Vapor Lamps

(1)	175 Watt	\$ 5.23 per Lamp
(2)	400 Watt	6.84 per Lamp

*The monthly kilowatt hour usage shall be subject to plus or minus an adjustment per KWH determined in accordance with the "Fuel Adjustment Clause."